

# U.S. Treasury's Hardest Hit Fund - Quarterly and Cumulative Activity Report



This report provides a summary of information that has been reported by the State of Arizona to the U.S. Department of Treasury in connection with the Hardest Hit Fund Program for the latest quarter, as well as cumulative data on the program.

Save My Home AZ Program	Last Quarter 4thQ 2010	Cumulative 9/23/2010 – 4thQ 2010
Applications denied:	195	281
Total Applications funded:	0	0
Principal Reductions:	\$ .00	\$ .00
Number of Commitments made/transaction closed	0	0
Number of Commitments made/transaction not closed	1	
Number of alternate mortgage modifications generated	10	10
Second Mortgage Settlements:	\$ .00	\$ .00
Number of Commitments made/transaction closed	0	0
Number of Commitments made/transaction not closed	0	
Temporary Unemployment Assistance:	\$ .00	\$ .00
Number of Commitments made/transaction closed	0	0
Number of Commitments made/transaction not closed:	0	

The Arizona Department of Housing (ADOH) launched the Save My Home AZ program on September 23, 2010, running the program as a pilot with a controlled roll-out through December 31, 2010. During that time ADOH diligently worked with the lender/ servicer community to market the advantages of the program. During that period one local Arizona lender/servicer agreed to participate, making the first commitment for Principal Reduction in December 2010 (scheduled for closing in January 2011.) Additionally one major national Servicer/Lender has agreed to participate in Principal Reductions beginning in the spring of 2011. Negotiations continue with other lending institutions and servicers.

During this pilot period ADOH also submitted an amendment to Treasury to authorize a minor restructuring of its Temporary Assistance component of the program to allow for Unemployed borrowers as well as Underemployed borrowers to participate. ADOH believes this will greatly increase activity under this component of the program starting in the first quarter of 2011.

## Explanations and Definitions:

**Applications denied** means applications that were denied for assistance, and could include denials at the State, Mortgage Counseling Agency, or Lender/Servicer levels. Reasons for denial differ, depending on where the denial occurs.

- State-level denials generally occur because the application was determined ineligible for failure to meet the program requirements or the applicant provided insufficient documentation.
- Counselor-level denials generally occur because a detailed review of the application indicates that the project does not meet the financial parameters for program participation.
- Lender/Servicer-level denials generally occur because the Lender/Servicer has determined not to participate in the program. In some cases the Lender/Servicer may deny the HHF request, but counter offer to provide the mortgagee assistance through another modification method.

**Total Applications funded** is broken down by type of transaction. The dollar figures reported only include the number of commitments made in which the transactions closed. Number of commitments made, where transactions are pending is provided for information only.